

FISCAL NOTE
HB 34 - SB 26
FIRST EXTRAORDINARY SESSION

April 7, 1999

SUMMARY OF BILL: Levies a service tax at the rate of 6% on the following services: business services, personal services, financial services, health and medical services, construction services, non-medical professional services, transportation services, and other miscellaneous services. Under existing law, these services are exempt from the services tax.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$1,649,700,000

Estimate assumes the following increase in state revenues:

Business Services	\$254,400,000
Personal Services	50,700,000
Financial Services	62,300,000
Health & Medical Services	571,900,000
Construction Services	333,600,000
Non-Medical Professional Services	211,100,000
Transportation Services	125,200,000
Miscellaneous Services	40,500,000
Total	<u>\$1,649,700,000</u>

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director